

sec news digest

Issue 89-176

September 14, 1989

CIVIL PROCEEDINGS

**MYSORE S. SUNDARA AND MYSORE S. SUNDARA & ASSOCIATES, INC.
ORDERED TO DISGORGE \$1.5 MILLION**

The Chicago Regional Office announced that on August 30 the U.S. District Court for the Northern District of Illinois entered an Order of Disgorgement against Mysore S. Sundara and Mysore S. Sundara & Associates, Inc. (MSA), a registered investment adviser. The Order provides that defendants must disgorge \$1.5 million by December 29. The Order continues a previous freeze of defendants' assets, provides for a monthly allowance for defendants, and requires that they produce a monthly accounting detailing all funds received or disbursed during the month. Defendants consented to the Order of Disgorgement.

The June 21 Complaint alleged that defendants raised at least \$1.5 million by fraudulently selling securities to or borrowing money from investment advisory clients. The Court had previously entered orders permanently enjoining defendants from violating the antifraud provisions of the Securities Act, the Exchange Act, and the Advisers Act, as well as the books and records provisions of the Advisers Act. (SEC v. Mysore S. Sundara & Associates, Inc., et al., USDC NDIL, Civil Action No. 89-C-4968). (LR-12244)

INVESTMENT COMPANY ACT RELEASES

SECURITY FIRST LIFE INSURANCE COMPANY

An order has been issued exempting Security First Life Insurance Company (Security First) Security First Life Separate Account A, and Security First Financial, Inc. from Sections 26(a)(2)(C) and 27(c)(2) of the Investment Company Act to permit the deduction of mortality and expense risk charges from the Account in connection with the issuance of certain group annuity contracts issued by The Capitol Life Insurance Company and proposed to be reinsured by Security First. (Rel. IC-17130 - Sept. 7)

An order has also been issued on an application filed on behalf of Security First, Security First Life Separate Account A, The Capitol Life Insurance Company (Capitol Life), Capitol Life Separate Account A (CL Account), and Security First Financial, Inc. approving an exchange offer to be made in connection with an agreement between Security First and Capitol Life pursuant to which certain group variable annuity contracts issued by the CL Account will be reinsured by Security First. (Rel. IC-17131 - Sept. 7)

HOLDING COMPANY ACT RELEASES

BLACKSTONE VALLEY ELECTRIC COMPANY

An order has been issued authorizing Blackstone Valley Electric Company, subsidiary of Eastern Utilities Associates, to issue and sell an aggregate amount of \$15 million of first mortgage bonds, Series B, to the Teachers Insurance and Annuity Association, an institutional investor. The Bonds will bear interest at a rate of 9.5% and will mature on August 1, 2004. (Rel. 35-24948 - Sept. 11)

GENERAL PUBLIC UTILITIES CORPORATION

A supplemental order has been issued authorizing General Public Utilities Corporation, a registered holding company, to repurchase up to 11 million shares of its common stock, \$2.50 par value, through December 31, 1992. (Rel. 35-24949 - Sept. 11)

SELF-REGULATORY ORGANIZATIONS

APPROVAL OF PROPOSED RULE CHANGES

The Commission approved a proposed rule change filed by: The American Stock Exchange (SR-Amex-89-1) that would expand the time during which expiring warrants may be traded. (Rel. 34-27226); and The National Securities Clearing Corporation (SR-NSCC-88-10) that would modify its Rule 39 to expand its definition of the term "qualified special representative." (Rel. 34-27230)

ADDITIONAL COMMENTS REQUESTED REGARDING CLEARING AGENCY REGISTRATION APPLICATION

In light of Board of Trade v. SEC, Civ. Doc. Nos. 89-1084 and 89-1449, in which the U.S. Court of Appeals for the Seventh Circuit vacated, after 120 days, the Commission's Order temporarily registering Delta Government Options Corporation as a clearing agency, the Commission requests additional comment on Delta's clearing agency registration application. Comments must be submitted within 30 days of publication of the comment request in the Federal Register. Due to time constraints placed on the Commission by the Court, the comment period will not be extended. (Rel. 34-27227)

ACCELERATED APPROVAL OF PROPOSED RULE CHANGE

The Commission granted accelerated approval to a proposed rule change filed by The New York Stock Exchange (SR-NYSE-89-23) relating to the Examination Specifications for the Compliance Official Qualification (Series 14) Examination. (Rel. 34-27228)

AMENDMENT AND ORDER GRANTING PARTIAL ACCELERATED APPROVAL

The National Association of Securities Dealers filed Amendment No. 2 to its proposed rule change relating to an Automated Confirmation Transaction Service (ACT) (SR-NASD-89-25) that would separate the proposed ACT Rules into rules that apply to self-clearing firms only, and rules that apply to clearing firms. The Commission is granting partial accelerated approval of the ACT Rules applicable only to self-clearing firms. (Rel. 34-27229)

TRUST INDENTURE ACT RELEASES

AMERICAN AIRLINES, INC.

A notice has been issued giving interested persons until October 3 to request a hearing on an application by American Airlines, Inc., a Delaware corporation, under Section 310(b)(1)(ii) of the Trust Indenture Act of 1939. The application declares that the trusteeship of The Connecticut National Bank under two or more indentures, to be qualified under the Act, and under one or more of such qualified indentures and under certain other indentures previously qualified or not subject to qualification under the Act, is not so likely to involve a material conflict of interest as to make it necessary in the public interest or for the protection of investors to disqualify the Bank from acting as trustee under any of such indenture. All of the indentures relate to leveraged lease transactions involving a lease of aircraft to the Company. (Rel. TI-2221)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC under the Securities Act of 1933. The reported information appears as follows: Form, Name, Address and Phone Number (if available) of the issuer of the security; Title and the number and/or face amount of the securities being offered; Name of the managing underwriter or depositor (if applicable); File number and date filed; Assigned Branch; and a designation if the statement is a New Issue.

S-11 TRAVELERS MORTGAGE SERVICES INC, RIVERVIEW CORPORATE PLZ, 2339 ROUTE 70 WEST, CHERRY HILL, NJ 08034 (609) 488-4000 - 500,000,000 (+500,000,000)
PASS-THROUGH MORTGAGE-BACKED CERTIFICATE. (FILE 33-30781 - SEP. 06) (BR. 12)

- S-1 ASSET GROWTH PARTNERS INC, 650 FIFTH AVE, NEW YORK, NY 10019 (212) 246-6370 - 1,200,000 (\$1,200,000) COMMON STOCK. (FILE 33-30783 - SEP. 06) (BR. 5)
- S-4 INCSTAR CORP, 1951 NORTHWESTERN AVE, P O BOX 285, STILLWATER, MN 55082 (612) 439-9710 - 10,973,177 (\$28,804,589) COMMON STOCK. (FILE 33-30785 - SEP. 06) (BR. 4)
- N-1A FRANCE FUND INC, 535 MADISON AVE, NEW YORK, NY 10022 (516) 385-9580 - INDEFINITE SHARES. (FILE 33-30786 - SEP. 06) (BR. 16)
- S-8 ARTECH RECOVERY SYSTEMS INC, 16700 NE 79TH ST STE 201, REDMOND, WA 98052 (206) 885-6929 - 1,800,000 (\$902,175) COMMON STOCK. (FILE 33-30788 - SEP. 06) (BR. 6)
- S-3 LIVE ENTERTAINMENT INC, 1500 SHERMAN WAY, VAN NUYS, CA 91406 (818) 988-5060 - 1,200,000 (\$17,179,620) COMMON STOCK. (FILE 33-30862 - SEP. 05) (BR. 7)
- S-8 MERRINACK BANCORP INC, 18 SHATTUCK ST, LOWELL, MA 01852 (508) 454-2500 - 180,000 (\$1,017,100) COMMON STOCK. (FILE 33-30865 - SEP. 05) (BR. 1)
- S-1 MEASUREMENT SPECIALTIES INC, 41 PLYMOUTH ST, FAIRFIELD, NJ 07006 (201) 808-1819 - 460,000 (\$2,760,000) COMMON STOCK. 80,000 (\$360,000) COMMON STOCK. 40,000 (\$240,000) COMMON STOCK. 473,074 (\$1,537,491) COMMON STOCK. (FILE 33-30866 - SEP. 06) (BR. 8)
- S-18 MANHATTAN TOWER L P, 99 PARK AVE, C/O TANNER PROPP FERSKO & STERNER, NEW YORK, NY 10016 (212) 986-7714 - 7,000,000 (\$7,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 33-30870-NY - AUG. 30) (BR. 11 - NEW ISSUE)
- S-8 TUCSON ELECTRIC POWER CO, 220 W 6TH ST, P O BOX 711, TUCSON, AZ 85701 (602) 622-6661 - 8,500,000 (\$4,739,600) OTHER SECURITIES INCLUDING VOTING TRUST. (FILE 33-30931 - SEP. 07) (BR. 8)
- S-8 UNITED NEWSPAPERS PUBLIC LIMITED CO, 245 BLACKFRIARS RD, LUDGATE HOUSE, LONDON ENGLAND SE1 9UY, X0 - 10,000,000 (\$30,761,740) FOREIGN COMMON STOCK. (FILE 33-30971 - SEP. 06) (BR. 12 - NEW ISSUE)
- S-1 CHANNEL AMERICA LPTV HOLDINGS INC, 24 W 57TH ST STE 804, NEW YORK, NY 10019 (212) 262-5353 - 8,625,000 (\$13,713,750) COMMON STOCK. 750,000 (\$750) WARRANTS, OPTIONS OR RIGHTS. 750,000 (\$1,432,500) COMMON STOCK. (FILE 33-30972 - SEP. 06) (BR. 7)
- S-6 MUNICIPAL INVT TR FD ONE HUNDRED FORTY EIGHTH INSURED SER, ONE LIBERTY PLZ - 13TH FLOOR, C/O MERRILL LYNCH PIERCE FENNER & SMITH, NEW YORK, NY 10006 - INDEFINITE SHARES. (FILE 33-30947 - SEP. 05) (BR. 17 - NEW ISSUE)
- S-3 PUBLIC SERVICE ENTERPRISE GROUP INC, 80 PARK PLZ, P O BOX 1171, NEWARK, NJ 07101 (201) 430-7000 - 5,750,000 (\$158,125,000) COMMON STOCK. (FILE 33-30948 - SEP. 05) (BR. 13)

RECENT 8K FILINGS

Form 8-K is used by companies to file current reports on the following events:

- Item 1. Changes in Control of Registrant.
- Item 2. Acquisition or Disposition of Assets.
- Item 3. Bankruptcy or Receivership.
- Item 4. Changes in Registrant's Certifying Accountant.
- Item 5. Other Materially Important Events.
- Item 6. Resignations of Registrant's Directors.
- Item 7. Financial Statements and Exhibits.

The companies listed below have filed 8-K reports for the date indicated and/or amendments to 8-K reports previously filed, responding to the item(s) of the form specified. Copies of the reports may be purchased from the Commission's Public Reference Room (when ordering, please give the date of the report). An invoice will be included with the requested material when mailed.

NAME OF ISSUER	STATE CODE	PK ITEM NO.								DATE	COMMENT
		1	2	3	4	5	6	7	8		
ANDERSON STOKES INC	DE					X				08/22/89	
ATLAS VAN LINES INC	DE					X				09/02/89	
BCS INC /CO/	CO	X	X			X	X	X		08/31/89	
BOSTON CAPITAL TAX CREDIT FUND LTD PARTN	DE		X					X		08/25/89	
DYATRON CORP	DE					X		X		08/22/89	
FARM HOUSE FOODS CORP	WI					X				08/16/89	
FIRST CHICAGO CORP	DE					X				09/06/89	
FIRST NATIONWIDE BANK						X		X		08/28/89	
FIRST NATIONWIDE BANK						X		X		08/29/89	
GROSSMANS INC	DE					X		X		08/25/89	
HQ OFFICE SUPPLIES WAREHOUSE INC	DE					X				09/01/89	
IMPERIAL HOTELS CORP	DE					X				08/01/89	
INT INC	DE	X								08/01/89	
LOMAS MORTGAGE FUNDING CORP: II	DE		X					X		08/31/89	
MALLARD COACH CO INC	DE					X		X		08/23/89	
METALBANC CORP	FL					X				09/06/89	
MIDAMERICAN CORP	KS		X					X		08/29/89	
MONUMENT RESOURCES INC	CO	X								09/01/89	
MULTI SOLUTIONS INC	NJ					X				08/25/89	
NATIONAL VISION SERVICES INC	AZ					X				08/25/89	
PRESIDENTIAL REALTY CORP/NEW/DE	DE					X				08/31/89	
PRINAGES INC	DE					X				09/05/89	
RELIANCE HOLDINGS INC	DE	X	X					X		08/24/89	
RESOURCE GENERAL CORP	OH					X		X		08/24/89	
SIERRA TANDE BANCORP	CA					X				08/23/89	
SILICON VALLEY VENTURES INC	CO					X		X		08/17/89	
VWR CORP	DE								X	08/23/89	
WINNERS CORP	TN	X				X		X		08/23/89	
XVTRONYX INC	DE					X		X		08/14/89	